

JAN 22 2007

Lynn Matusow, Treasurer Democratic Party of Hawaii 1314 S. King Street, #G-4 Honolulu, HI 96813

RE: MUR 5518

Democratic Party of Hawaii

Dear Ms. Matusow:

On August 27, 2004, the Federal Election Commission notified Yuriko Sugimura, the then treasurer of the Democratic Party of Hawaii, of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended (the "Act"). After considering the circumstances of this matter, the Commission, on December 12, 2006, decided to dismiss this matter on the basis of prosecutorial discretion as outlined in *Heckler v. Chaney*, 470 U.S. 821 (1985). Accordingly, on the same date, the Commission closed its file in this matter.

Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003). A Statement of Reasons explaining the Commission's decision to dismiss the matter will follow.

If you have any questions, please contact Dominique Dillenseger, the attorney assigned to this matter, at (202) 694-1650.

Sincerely,

Lawrence H. Norton

General Counsel

Lawrence L. Calvert, Jr.

Deputy Associate General Counsel

for Enforcement